



North Dakota Office of State Tax Commissioner

**North Dakota  
Schedule K-1  
(Form 60)**

**2007**

**Shareholder's Share of North Dakota Income (Loss),  
Deductions, Adjustments, Credits, and Other Items**

► See separate instructions

**Part 1 Corporation information**

**A** Corporation's federal EIN \_\_\_\_\_

**B** Corporation's name, address, city, state, and ZIP code \_\_\_\_\_

**Part 2 Shareholder information**

**C** Shareholder's SSN or FEIN (from Federal Schedule K-1) \_\_\_\_\_

**D** Shareholder's name, address, city, state, and ZIP code  
(from Federal Schedule K-1) \_\_\_\_\_

**E** What type of entity is this shareholder? \_\_\_\_\_

**F** If shareholder is an individual, estate, or trust, shareholder is a:

☐ **Full-year resident** of North Dakota      ☐ **Part-year resident**  
of North Dakota

☐ **Full-year nonresident** of North Dakota

**G** Is shareholder included in a composite return? ☐ Yes ☐ No

**H** Shareholder's stock ownership percentage: \_\_\_\_\_ %

**Part 3 All shareholders - North Dakota adjustments  
and tax credits**

- 1** Federally-exempt income from non-ND state  
and local bonds and foreign securities \_\_\_\_\_
- 2** State and local income taxes deducted in  
calculating ordinary income (loss) \_\_\_\_\_
- 3** Interest from U.S. obligations \_\_\_\_\_
- 4** Renaissance zone income exemption \_\_\_\_\_
- 5** New or expanding business exemption \_\_\_\_\_
- 6 a** Beginning farmer gain deduction \_\_\_\_\_
- b** Beginning farmer interest deduction \_\_\_\_\_
- c** Beginning farmer rent deduction \_\_\_\_\_
- 7** Beginning entrepreneur rent deduction \_\_\_\_\_
- 8** Gain from eminent domain sale \_\_\_\_\_

☐ Final ☐ Amended

**Corporation's** ☐ **Calendar year 2007** (Jan. 1 - Dec. 31, 2007)

**tax year:** ☐ **Fiscal year:** Beginning \_\_\_\_\_, 2007

Ending \_\_\_\_\_, 20 \_\_\_\_

**Part 3 continued . . .**

- 9** Renaissance zone: Historic property  
preservation/renovation tax credit \_\_\_\_\_
- 10** Renaissance zone: Renaissance fund  
organization investment tax credit \_\_\_\_\_
- 11** Seed capital investment tax credit \_\_\_\_\_
- 12** Agricultural commodity processing  
facility investment tax credit \_\_\_\_\_
- 13** Supplier biodiesel fuel tax credit \_\_\_\_\_
- 14** Seller biodiesel fuel tax credit \_\_\_\_\_
- 15** Biomass, geothermal, solar, or wind energy  
device tax credit \_\_\_\_\_
- 16** Certified North Dakota nonprofit development  
corporation investment tax credit \_\_\_\_\_
- 17** Employer internship program tax credit \_\_\_\_\_
- 18** Microbusiness tax credit \_\_\_\_\_
- 19** Research expense tax credit \_\_\_\_\_
- 20** Endowment fund tax credit \_\_\_\_\_

**Part 4 Nonresident individual, estate or trust  
shareholder only - North Dakota income (loss)**

- 21** Corporation's apportionment factor \_\_\_\_\_
- 22** Ordinary income (loss) \_\_\_\_\_
- 23** Net rental real estate income (loss) \_\_\_\_\_
- 24** Other net rental income (loss) \_\_\_\_\_
- 25** Interest income \_\_\_\_\_
- 26** Ordinary dividends \_\_\_\_\_
- 27** Royalties \_\_\_\_\_
- 28** Net short-term capital gain (loss) \_\_\_\_\_
- 29** Net long-term capital gain (loss) \_\_\_\_\_
- 30** Net section 1231 gain (loss) \_\_\_\_\_
- 31** Other income (loss) \_\_\_\_\_
- 32** Section 179 deduction \_\_\_\_\_
- 33** Other deductions \_\_\_\_\_
- 34** I.R.C. Section 179 property disposition  
gain (loss) \_\_\_\_\_

**Part 5 Nonresident individual shareholder only**

- 35** North Dakota distributive share of income  
(loss) \_\_\_\_\_
- 36** North Dakota income tax withheld \_\_\_\_\_
- 37** North Dakota composite income tax \_\_\_\_\_

**2007****Shareholder's Instructions for North Dakota Schedule K-1 (Form 60)****Purpose of schedule**

North Dakota Schedule K-1 (Form 60) is provided to you by the corporation to show your share of the income, gains, losses, deductions, and other items from the corporation that you need to complete your North Dakota income tax return. These instructions will assist you in transferring the amounts from the schedule to your North Dakota income tax return.

**Resident individual, estate, or trust shareholder.**

If you are a North Dakota resident individual, estate, or trust, you must report to North Dakota your entire share of the corporation's income, gains, losses, and deductions included in your federal taxable income. You have received North Dakota Schedule K-1 only to show your share of the corporation's North Dakota statutory adjustments or tax credits that may affect the preparation of your North Dakota income tax return. See the instructions to Part 3.

**Nonresident individual, estate, or trust shareholder.**

If you are a nonresident individual, estate, or trust, you must report to North Dakota your share of the corporation's income, gains, losses, and deductions that are apportioned and allocated to North Dakota based on the corporation's activity in North Dakota. These items are shown in Part 4 of North Dakota Schedule K-1. Unless you are a nonresident individual who elected to include your share of these items in a composite return filed on your behalf by the corporation, you must file a North Dakota income tax return to report and pay the required income tax on them.

**Composite return election.** If you are a nonresident individual who elected to include your share of the corporation's North Dakota income, gains, losses, and deductions in a composite return filed by the corporation, you are not required to file a North Dakota individual income tax return. If this applies to you, you received North Dakota Schedule K-1 to show your share of these items and the composite income tax paid on them. If you later choose to file your own North Dakota individual income tax return, follow the instructions below to transfer the amounts from North Dakota Schedule K-1 to your return.

**Amended Schedule K-1 (Form 60).** If you received an amended North Dakota Schedule K-1 (Form 60) from the corporation, and you previously filed a North Dakota income tax return to report your share of income, etc., from the corporation, you must file an amended North Dakota income tax return to report the changes in income, gains, losses, and deductions. You also must attach a copy of the amended North Dakota Schedule K-1 (Form 60) to your amended North Dakota income tax return.

**Part 3****All shareholders—North Dakota adjustments and tax credits**

*Note: Wherever you see "Not applicable" in the right-hand column of the following lists, it means that the item does not apply to the return being completed; do not enter the item on the return.*

**Lines 1–20**

*Form ND-1 filer:*

Include the amount

from this schedule:	On:
Lines 1–2	Not applicable
Line 3	Form ND-1, line 6
Line 4	Sch. RZ, Part 1, line 14
Line 5	Form ND-1SA, line 2
Lines 6–8	Not applicable
Line 9	Sch. RZ, Part 4, line 7
Line 10	Sch. RZ, Part 5, line 4
Line 11	Sch. ND-1TC, line 4
Line 12	Sch. ND-1TC, line 3
Line 13	Sch. ND-1TC, line 6
Line 14	Sch. ND-1TC, line 7
Lines 15–16	Not applicable
Line 17	Sch. ND-1TC, line 8a
Line 18	Sch. ND-1TC, line 9a
Line 19	Sch. ND-1TC, line 10a
Line 20	Sch. ND-1TC, line 12

*Form ND-2 (Schedule 2 filer only):*

Include the amount

from this schedule:	On:
Line 1	Sch. 2, line 2
Line 2	Sch. 2, line 3
Line 3	Sch. 2, line 7
Line 4	Sch. RZ, Part 1, line 14
Line 5	Sch. 2, line 19
Line 6a	Sch. 2, line 14
Line 6b	Sch. 2, line 12
Line 6c	Sch. 2, line 13
Line 7	Sch. 2, line 16

Line 8	Sch. 2, line 19
Line 9	Sch. RZ, Part 4, line 7
Line 10	Sch. RZ, Part 5, line 4
Line 11–20	Page 1, line 14

*Form ND-2 (Schedule 3 filer only):*

Include the amount from this schedule:

On:	
Line 1	Sch. 3, Part 1, line 12
Line 2	Sch. 3, Part 1, line 17
Line 3	Not applicable
Line 4	Sch. RZ, Part 1, line 14
Line 5	Sch. 3, Part 1, line 5
Line 6a	Sch. 3, Part 1, line 4
Line 6b	Sch. 3, Part 1, line 2
Line 6c	Sch. 3, Part 1, line 3
Lines 7–8	Sch. 3, Part 1, line 5
Line 9	Sch. RZ, Part 4, line 7
Line 10	Sch. RZ, Part 5, line 4
Lines 11–20	Page 1, line 4

*Form 38 (Schedule 1 filer only):*

Include the amount from this schedule:

On:	
Lines 1–2	Not applicable
Line 3	Sch. 1, Part 1, line 4a
Line 4	Sch. RZ, Part 1, line 14
Line 5	Sch. 1, Part 1, line 4c
Lines 6–8	Not applicable
Line 9	Sch. RZ, Part 4, line 7
Line 10	Sch. RZ, Part 5, line 4
Lines 11–14	Form 38, page 1, line 3
Lines 15–16	Not applicable
Lines 17–20	Form 38, page 1, line 3

*Form 38 (Schedule 2 filer only):*

Include the amount from this schedule:

On:	
Lines 1–2	Sch. 2, Part 1, line 2
Line 3	Sch. 2, Part 1, line 4a
Line 4	Sch. RZ, Part 1, line 14
Lines 5–8	Sch. 2, Part 1, line 4a
Line 9	Sch. RZ, Part 4, line 7
Line 10	Sch. RZ, Part 5, line 4
Lines 11–20	Form 38, page 1, line 3

## Part 4

### Nonresident individual, estate, or trust shareholders only—North Dakota income (loss)

#### Line 21

Enter the corporation's apportionment factor from Schedule FACT, line 14.

#### Lines 22–34

If you are a nonresident individual, estate, or trust, lines 22 through 34 of Part 4 show your share of the corporation's North Dakota income, gains, losses, and deductions that you must report on your North Dakota income tax return. Transfer these amounts to your North Dakota income tax return as instructed below based on the type of return you are filing.

If the full amount of any item is not included in your adjusted gross income on your federal income tax return because of limitations on the deductibility of a passive activity loss, capital loss, section 179 deduction, or for any other reason, enter on your North Dakota return only that portion of the item included in your federal adjusted gross income. **Attach a statement to your North Dakota income tax return explaining any difference between an amount shown on North Dakota Schedule K-1 (Form 60) and the amount reported on your North Dakota income tax return.**

#### Form ND-1 filer (nonresident only):

Include the amount On Schedule ND-1NR,  
from this schedule: Column B:

Lines 22–24	Line 6
Lines 25–26	Line 2
Line 27	Line 6
Lines 28–30	Line 4
Line 31	Line 8
Lines 32–33	Line 6
Line 34	Line 4

#### Form ND-2 filer (nonresident only):

Include the amount On Schedule 3, Part 2,  
from this schedule: Column B:

Lines 22–24	Line 6
Lines 25–26	Line 2
Line 27	Line 6
Lines 28–30	Line 4
Line 31	Line 8
Lines 32–33	Line 6
Line 34	Line 4

#### Form 38, Schedule 1 filer (nonresident only)

Include the amount On Schedule 1, Part 2,  
from this schedule: Column B:

Lines 22–24	Line 5
Line 25	Line 1
Line 26	Line 2
Line 27	Line 5
Lines 28–29	Line 4
Line 30	Line 4 or 7
Line 31	Line 8
Lines 32–33	Line 5
Line 34	Line 4 or 7

#### Form 38, Schedule 2 filer (nonresident only)

Include the amount On Schedule 2, Part 2,  
from this schedule: Column B:

Lines 22–24	Line 5
Line 25	Line 1
Line 26	Line 2
Line 27	Line 5
Lines 28–29	Line 4
Line 30	Line 4 or 7
Line 31	Line 8
Lines 32–33	Line 5
Line 34	Line 4 or 7

## Part 5

### Nonresident individual shareholders only

Lines 35 through 37 apply to a nonresident individual shareholder only.

#### Line 35

This is the net amount of your North Dakota distributive share of income (loss) from the corporation. Do not enter the amount from this line anywhere on your return. **It is for your information only.**

If you have a North Dakota distributive share of income of \$1,000 or more, the corporation was required to withhold North Dakota income tax from it at the rate of 5.54% unless you elected to include it in a composite return filed by the corporation.

#### Line 36

The amount shown on this line is the amount of North Dakota income tax withheld by the corporation from your North Dakota distributive share of income. Include this amount on Form ND-1, line 26, or Form ND-2, page 1, line 8. **Attach a copy of North Dakota Schedule K-1 (Form 60) to your return.**

#### Line 37

If you elected to include your North Dakota distributive share of income (loss) in a composite return, the amount shown on this line is the amount of North Dakota composite income tax paid on your behalf by the corporation. If you made this election, you are not required to file your own North Dakota individual income tax return. ***This is for your information only.***

**Note:** *If you later choose to file your own North Dakota individual income tax return, you may claim this amount as a tax payment on your return. Attach a copy of the North Dakota Schedule K-1 (Form 60) to your return to support the amount claimed.*